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BEFORE THE ARIZONA CORPORATION COMMISSION

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COMMISSIONERS

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Arizona Corporation Commission

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MAY 19 2010

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IN THE MATTER OF THE APPLICATION OF
ARIZONA-AMERICAN WATER COMPANY,
AN ARIZONA CORPORATION, FOR A
DETERMINATION OF THE CURRENT FAIR
VALUE OF ITS UTILITY PLANT AND
PROPERTY AND FOR INCREASES IN ITS
RATES AND CHARGES BASED THEREON FOR
UTILITY SERVICE BY ITS ANTHEM WATER
DISTRICT AND ITS SUN CITY WATER
DISTRICT.

DOCKET NO. W-01303A-09-0343

IN THE MATTER OF THE APPLICATION OF
ARIZONA-AMERICAN WATER COMPANY,
AN ARIZONA CORPORATION, FOR A
DETERMINATION OF THE CURRENT FAIR
VALUE OF ITS UTILITY PLANT AND
PROPERTY AND FOR INCREASES IN ITS
RATES AND CHARGES BASED THEREON FOR
UTILITY SERVICE BY ITS ANTHEM/AGUA
FRIA WASTEWATER DISTRICT, ITS SUN CITY
WASTEWATER DISTRICT AND ITS SUN CITY
WEST WASTEWATER DISTRICT.

DOCKET NO. SW-01303A-09-0343

**NOTICE OF FILING ANTHEM
COMMUNITY COUNCIL'S
LETTER TO RUCO**

Anthem Community Council ("Anthem") hereby provides notice of filing of its
letter to the Arizona Residential Utility Consumer Office ("RUCO"), attached hereto.

DATED this 19th day of May, 2010.

Respectfully submitted,

Judith M. Dworkin
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By: *for Judith M. Dworkin*
Judith M. Dworkin
Attorneys for Anthem Community Council

ORIGINAL and fifteen (15) copies of the
foregoing filed this 19th day of May, 2010, with:

Docket Control
Arizona Corporation Commission
1200 West Washington Street
Phoenix, AZ 85007

COPY of the foregoing mailed
this 19th day of May, 2010, to:

Teena Wolfe, Administrative Law Judge
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May 17, 2010

Jodi Jerich, Director
Arizona Residential Utility Consumer Office
1110 W. Washington St., Suite 220
Phoenix, Arizona 85007

Dear Director Jerich:

On behalf of the Anthem Community Council Board of Directors, I write to advocate our position in strong support of total consolidation of all Arizona American Water Company districts. Total consolidation will immediately alleviate the significant financial burden currently being borne by Anthem residents due to the unusually high rates that we pay for water and wastewater services. We support consolidation provided accurate records are still maintained for each plant and that capital improvement projects are planned and implemented according to a proper capital replacement plan.

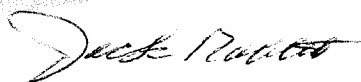
We do not support the existing partial consolidation of the Anthem and Agua Fria ratepayers related to the Northwest Treatment Facility.

The position of the Council is effectively summarized by Dan Neidlinger in his testimony, which states that "...the merits of rate consolidation significantly outweigh any adverse consequences of a rate consolidation process. To achieve the benefits of consolidation, however, all of the Company's water and wastewater districts should be included in the consolidation. The partial consolidation alternatives presented by Staff do not provide for any meaningful improvement over the current stand-alone system. Similarly, the current "mini-consolidation" of the Anthem and Agua Fria Wastewater districts into a single (and isolated) consolidated district makes no sense. If consolidation of all the Company districts is not accomplished in this case, the Commission should de-consolidate these wastewater districts and set stand-alone rates."

We continue to strongly oppose the inclusion of the infrastructure payments made by the Company to Pulte/Del Webb in the calculation of the rate as proposed by the Company.

The Anthem Community Council strongly urges you to seriously consider our positions.

Sincerely,



Jack Noblitt
President

JN: jrk

C: Bob Copen, Vice President
Emily Wrinkle, Secretary
Bill Clower, Treasurer
Craig Boates, Director
Ron Jerich, Director
Jeff Pointer, Director
Jenna Kollings, CEO
Arizona Corporation Commission Docket Control